

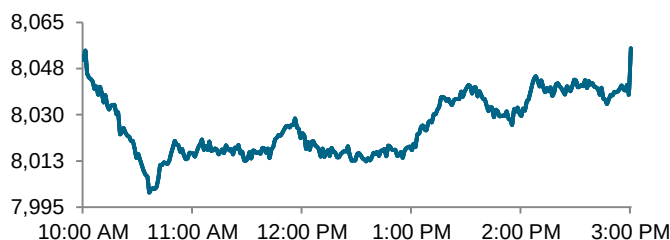
DAILY MARKETS OVERVIEW

10 SEPTEMBER 2019

السوق السعودي
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,055	0.1	0.0	2.9	20.0
Saudi (NOMU)	3,966	1.9	1.8	57.3	20.9
Energy	4,763	0.2	0.6	-1.8	37.9
Materials	5,047	-0.3	-0.2	-3.9	25.5
Capital Goods	3,914	0.2	-0.7	0.3	33.0
Com. & Prof. Svc	4,386	0.0	0.1	6.0	20.1
Transportation	3,928	0.6	3.3	13.0	19.1
Cons. Durables & Apparel	3,560	0.1	0.3	-2.8	NA
Consumer Services	3,470	0.2	1.4	17.7	NA
Media	10,759	0.8	-0.2	5.7	47.1
Retailing	7,422	1.4	1.9	8.1	34.6
Food & Staples Retailing	6,352	2.8	3.2	6.9	31.9
Food & Beverages	3,986	0.2	-0.8	2.5	NA
Health Care Equipment	3,832	0.1	1.3	2.0	27.5
Pharma, Biotech & Life Science	3,410	0.2	0.2	-12.1	NA
Banks	7,510	0.0	-0.4	4.1	13.1
Diversified Financials	3,347	-0.1	0.1	-3.8	NA
Insurance	4,280	-0.7	-0.4	2.5	NA
Telecommunication	6,633	1.1	1.3	22.7	20.1
Utilities	4,537	0.9	-0.3	34.6	NA
REITs	3,784	0.1	0.0	4.4	14.5
Real Estate	3,117	-0.2	0.5	-3.4	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Fawaz Abdulaziz AlHokair Co.	25.20	6.0%	40
Zamil Industrial Investment Co.	16.34	4.2%	5
Abdullah Al Othaim Markets Co.	79.00	3.3%	11
Yanbu Cement Co.	34.20	3.0%	20
Zahrat Al Waha for Trading Co.	45.30	2.6%	13

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Arabian Shield Cooperative Insurance Co.	11-Sep-19
National Medical Care Co.	15-Sep-19
National Gas and Industrialization Co.	16-Sep-19
Tihama Advertising and Public Relations Co.	17-Sep-19
Advanced Petrochemical Co.	17-Sep-19
Al-Ahlia Insurance Co.	18-Sep-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of September 10, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.1% higher at 8,055 while NOMU ended 1.9% higher at 3,966 on Monday. TASI traded value totaled SAR 2.8bn and averaged SAR 4.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 41.9% of the daily traded value.
- MSCI Emerging Markets ended 0.3% higher on Friday, trading at PE (TTM) of 13.5x vs. 20.0x for TASI.
- Banks ended flat, while Materials closed 0.3% lower. Telecom ended up 1.1%. Food & Staples Retailing (up 2.8%) was the best performing sectors. Among stocks, Fawaz Abdulaziz AlHokair Co. (4240/ALHOKAIR AB), Zamil Industrial Investment Co. (2240/ZIIC AB), and Abdullah Al Othaim Markets Co. (4001/AOTHAIM AB) led the gainers.
- Minister of Energy said that KSA is committed to working with other oil producers inside and outside OPEC to ensure stability and bring balance to the global oil markets. He also underlined the importance of the Energy Sector as part of Saudi Vision 2030, as well as its role in supporting the country's economy in various fields. (Source: Argaam)
- KSA has begun accepting license applications for firms in the military industrial sector, a major target under plans to diversify the country's economy away from oil exports. The General Authority for Military Industries (GAMI) will license the companies. (Source: Argaam)
- Chairwoman of The Saudi Stock Exchange (Tadawul) revealed she expects additional passive funds' inflows worth USD 3bn (SAR 11bn) from the remaining phases of inclusion in the FTSE Russell emerging market index starting in September. (Source: Argaam)
- Zahrat Al Waha for Trading Co. (3007/OASIS AB) launched commercial operations of its new production line for manufacturing various sizes of preform. The firm expects an 11.6% increase in production capacity as soon as the commercial operations of the new line kick off. (Source: Argaam)
- Saudi Arabian Amiantit Co.'s (2160/SAAC AB) shareholders have approved a 70.2% capital cut to SAR 344.52mn (USD 91.9mn) from SAR 1.155bn (USD 308mn). The capital cut is intended to offset accumulated losses. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabia Refineries Co.	43.10	-2.1%	14
The Saudi British Bank	31.55	-2.0%	34
Herfy Food Services Co.	51.00	-1.9%	9
Arabian Shield Cooperative Insurance Co.	15.82	-1.7%	1
Al Alamiya for Cooperative Insurance Co.	19.32	-1.7%	12

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	61.40	0.7%	375
Saudi Basic Industries Corp.	99.30	-0.9%	365
Alinma Bank	22.08	-0.2%	194
Dar Alarkan Real Estate Development Co.	12.10	1.2%	135
National Commercial Bank	46.95	-1.4%	85

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,880	0.3	-0.4	13.8	12.1
Abu Dhabi (ADX)	5,076	-0.6	-0.7	3.3	15.1
Kuwait (KSE)	5,439	-0.4	-0.2	4.9	17.1
Qatar (QE)	10,309	0.3	0.5	0.1	14.8
Oman (MSM)	3,985	-0.1	-0.3	-7.8	8.1
Bahrain (BSE)	1,549	0.0	-0.1	15.8	11.6
DJMENA Index	585	-0.2	-0.4	5.1	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,978	0.0	0.0	18.8	19.5
US (NASDAQ 100)	8,087	-0.2	-0.2	21.9	21.9
UK (FTSE 100)	7,236	-0.6	-0.6	7.5	17.7
Germany (DAX)	12,226	0.3	0.3	15.8	20.2
France (CAC 40)	5,589	-0.3	-0.3	18.1	19.3
Russia (MICEX)	2,787	-0.4	-0.4	17.6	5.5
Japan (Nikkei)	21,318	0.6	0.6	6.5	15.0
Hong Kong (HSI)	26,681	0.0	0.0	3.2	10.3
South Korea (KOSPI)	2,020	0.5	0.5	-1.1	12.9
China (SHCOMP)	3,025	0.8	0.8	21.3	14.5
India (NIFTY)	11,003	0.5	0.5	1.3	23.0
Brazil (IBOV)	1,03,181	0.2	0.2	17.4	16.1
Turkey (BIST 100)	1,00,605	1.6	1.6	10.2	8.0
Egypt (EGX30)	14,888	-0.3	-0.3	14.2	12.6
MSCI Emerging Markets	1,011	0.3	0.3	4.7	13.5
MSCI World	2,178	0.0	0.0	15.6	18.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	62.6	1.7	1.7	16.3	-19.1
Natural Gas (\$/mmbtu)	2.6	3.6	3.6	-12.1	-1.8
Gold (\$/oz)	1,499	-0.5	-0.5	16.9	25.4
Silver (\$/oz)	18.0	-0.9	-0.9	16.2	27.1
Platinum (\$/oz)	947	-0.5	-0.5	19.0	20.4
Copper (\$/t)	5,790	-0.3	-0.3	-2.7	-1.7
Zinc (\$/t)	2,314	-0.8	-0.8	-8.1	-2.7
Lead (\$/mt)	2,085	2.4	2.4	3.8	1.4
Wheat (\$/bu)	475	2.3	2.3	-5.7	-18.9
Corn (\$/bu)	354	-0.4	-0.4	-5.5	-11.0
Sugar (\$/lb)	10.9	-0.9	-0.9	-9.2	-12.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.13	0.00	-0.67	0.00
Saudi Arabia	2.39	0.00	-0.59	0.26
UAE	2.35	0.05	-0.49	0.22
Kuwait	2.81	0.00	0.50	0.68
Qatar	2.75	-0.02	-0.15	0.62
Bahrain	3.03	0.00	-0.92	0.90

Source: Reuters

NOTES: (1) Prices updated as of September 10, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Monday. S&P 500 ended flat while NASDAQ declined 0.2%. Dow Jones Industrial gained 0.1%. In Europe, UK declined 0.6%. Germany closed 0.3% higher while France declined 0.3%.
- Asian markets are trading mixed on Tuesday. China is down 0.3%. Japan and South Korea are trading 0.3% and 0.5% higher, respectively. Hong Kong is trading flat while India is closed for trading.
- GCC markets were mixed on Monday. Dubai gained 0.3% while Abu Dhabi ended 0.6% lower. Kuwait closed 0.4% lower while Qatar increased 0.3%. Oman declined 0.1% while Bahrain was closed for trading.
- Change in China's CPI for August 2019 stood at 0.7% M/M, 2.8% Y/Y (prior: 0.4% M/M, 2.8% Y/Y; consensus: 2.6% Y/Y). (Source: Econoday)
- The UAE Federal Electricity and Water Authority (Fewa) said it is in the process of launching a gas-fired power plant, in co-operation with Emirates Water and Electricity Company (EWEC). It is part of a strategic plan to achieve energy security. (Source: Trade Arabia)
- Emirates Central Cooling Systems Corporation (Empower) has announced that 80% of the construction of its new plant at Jumeirah Village has been completed. The cooling plant will have a capacity of 50,000 Refrigeration Tonnes. (Source: Trade Arabia)
- The Golden M Group has announced that Coin, a new gold-based, Sharia-compliant cryptocurrency is expected to enter the UAE market before the end of 2019. (Source: Arabian Business)
- UAE based Shuaa Capital (SHUAA UH) has agreed to sell its securities brokerage and market-making businesses in the UAE to IHC RSC Ltd, a subsidiary of International Holdings Company (ASMAK UH). Under the terms of the all-cash deal, IHC will acquire the operations of both businesses, which are currently standalone units within Shuaa. (Source: Arabian Business)
- Vodafone (VOD LN) is expected to begin operations as Oman's third mobile network operator in 2020. Vodafone's operations in the counter will begin next year, following a 15-year partnership signed with Oman Future Telecommunication, an Oman 70 Holding company. (Source: Arabian Business)
- The Kuwait Capital Market Authority will start next month a public offering of its 50% stake in the local stock exchange. Only Kuwaiti citizens will be eligible to buy the shares. (Source: Arabian Business)
- Dubai-based Ellington Properties signed a deal valued at AED 150mn (USD 40.8mn) with entrepreneur Abdul Razeq Abdul Ahad to build a new residential tower in a central location in the Emirate. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended September 6 (prior: -4.8mn barrels) will be announced tomorrow. (Source: Econoday)
- Change in US CPI for August 2019 (prior: 0.3% M/M, 1.8% Y/Y; consensus: 0.1% M/M, 1.8% Y/Y) will be announced on September 12. (Source: Econoday)
- US jobless claims for the week ended September 7 (prior: 217K; consensus: 215K) will be announced on September 12. (Source: Econoday)



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